

STATE OF IOWA
DEPARTMENT OF COMMERCE
UTILITIES BOARD

IN RE: INTERSTATE POWER AND LIGHT COMPANY	DOCKET NOS. TF-03-535 TF-03-536
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ORDER DOCKETING TARIFFS

(Issued December 31, 2003)

On December 2, 2003, Interstate Power and Light Company (IPL) filed with the Utilities Board (Board) proposed tariffs, identified as TF-03-535 and TF-03-536. The proposed tariffs would place a temporary moratorium on offering the Day Ahead Hourly Pricing (DAHP) tariffs to new customers. The DAHP tariffs were originally proposed and approved as a pilot project in Docket Nos. RPU-02-3 and RPU-02-8. More than a dozen customers have elected to take service under the DAHP tariffs. IPL states the tariffs were designed to send price signals for participants to move usage from the high-cost hours, but that preliminary analysis of two of the accounts indicates that there will be a significant revenue reduction for IPL without any corresponding behavioral change from the two participants. IPL wants to stop offering the service to new customers pending further analysis of customers' behavior under the DAHP tariffs.

The Large Energy Group (LEG), currently comprised of PMX Industries, Inc., General Mills, Inc., Quaker Oats, and Penford Products Company, filed an objection

to the proposed moratorium on December 22, 2003. The LEG argued, among other things, that the proposed moratorium would violate the prohibition against piecemeal or single-issue ratemaking.

In order to allow the Board an opportunity to fully review the objection and any response filed by IPL or other persons, the Board will docket the tariffs for further investigation. If it becomes necessary to set a procedural schedule, the schedule will be set by subsequent order.

IT IS THEREFORE ORDERED:

Tariff filings TF-03-535 and TF-03-536 are docketed for further investigation and suspended.

UTILITIES BOARD

/s/ Diane Munns

/s/ Mark O. Lambert

ATTEST:

/s/ Judi K. Cooper
Executive Secretary

Dated at Des Moines, Iowa, this 31st day of December, 2003.